



Reprinted
February 21, 2014

ENGROSSED HOUSE BILL No. 1340

DIGEST OF HB 1340 (Updated February 20, 2014 2:35 pm - DI 92)

Citations Affected: IC 5-1.5; IC 20-48.

Synopsis: Refunding bonds for school consolidation. Authorizes the Indiana bond bank to purchase obligations issued by a school corporation to refund debt incurred by a school corporation before that school corporation completed a consolidation or merger. Specifies that a school corporation may sell refunding bonds at a negotiated, private sale to the Indiana bond bank.

Effective: July 1, 2014.

Huston, Cherry
(SENATE SPONSOR — MILLER PETE)

January 21, 2014, read first time and referred to Committee on Ways and Means.
January 28, 2014, reported — Do Pass.
January 30, 2014, read second time, ordered engrossed. Engrossed.
February 3, 2014, read third time, passed. Yeas 94, nays 0.

SENATE ACTION

February 10, 2014, read first time and referred to Committee on Tax and Fiscal Policy.
February 18, 2014, reported favorably — Do Pass.
February 20, 2014, read second time, amended, ordered engrossed.

EH 1340—LS 7013/DI 73



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Second Regular Session 118th General Assembly (2014)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2013 Regular Session and 2013 First Regular Technical Session of the General Assembly.

ENGROSSED HOUSE BILL No. 1340

A BILL FOR AN ACT to amend the Indiana Code concerning education.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 5-1.5-8-1 IS AMENDED TO READ AS
2 FOLLOWS [EFFECTIVE JULY 1, 2014]: Sec. 1. The bank, to carry
3 out the purposes and policies of this article, may purchase securities of
4 the qualified entity, **including any securities issued by a school**
5 **corporation to refund bonds or other obligations that were issued**
6 **or entered into by a school corporation before that school**
7 **corporation completed a consolidation or merger under IC 20-23**
8 **or any other law.** Notwithstanding any law to the contrary, a qualified
9 entity may sell its securities to the bank at a negotiated, private sale.
10 The bank, for this purpose, may issue its bonds and notes payable
11 solely from the revenues or funds available to the bank for such
12 payment and may otherwise assist qualified entities as provided in this
13 article.
14 SECTION 2. IC 20-48-1-13 IS ADDED TO THE INDIANA CODE
15 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
16 1, 2014]: **Sec. 13. A school corporation may:**

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- 1 **(1) issue bonds to refund bonds or other obligations that were**
- 2 **issued or entered into by a school corporation before that**
- 3 **school corporation completed a consolidation or merger**
- 4 **under IC 20-23 or any other law; and**
- 5 **(2) sell the bonds at a negotiated, private sale to the Indiana**
- 6 **bond bank.**



COMMITTEE REPORT

Mr. Speaker: Your Committee on Ways and Means, to which was referred House Bill 1340, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill do pass.

(Reference is to HB 1340 as introduced.)

Committee Vote: Yeas 16, Nays 0

Representative Brown T

COMMITTEE REPORT

Madam President: The Senate Committee on Tax and Fiscal Policy, to which was referred House Bill No. 1340, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill DO PASS.

(Reference is to HB 1340 as printed January 28, 2014.)

Committee Vote: Yeas 7, Nays 0

Senator Hershman, Chairperson

SENATE MOTION

Madam President: I move that Engrossed House Bill 1340 be amended to read as follows:

Page 1, delete lines 1 through 16.

Page 2, delete lines 1 through 15.

Page 2, line 36, delete "Indiana".

Page 2, line 37, delete "finance authority or the"

Renumber all SECTIONS consecutively.

(Reference is to EHB 1340 as printed February 19, 2014.)

MILLER PETE

